Message Text

LIMITED OFFICIAL USE

PAGE 01 BAGHDA 00752 081254Z ACTION NEA-10

INFO OCT-01 EB-08 ISO-00 /019 W

-----059642 090240Z /21

R 081140Z APR 78 FM USINT BAGHDAD TO SECSTATE WASHDC 5977 INFO USDOC WASHDC AMEMBASSY NEW DELHI

LIMITED OFFICIAL USE BAGHDAD 0752

E.O. 11652: N/A

TAGS: ETRD, BEXP, IN, IZ, US

SUBJECT: THE "INDIAN CONNECTION"

1. INDIAN DCM RECENTLY PAID CALL ON USINT OFFICERS TO EXPLORE POSSIBILITIES FOR US-INDIAN COMMERCIAL COOPERATION IN IRAQ. HE EXPLAINED THAT DURING PRESIDENT CARTER'S DECEMBER 1977 VISIT TO INDIA, THE US AND INDIA HAD SET UP A JOINT COMMISSION WHOSE MANDATE INCLUDED COMMERCIAL COOPERATION IN THIRD COUNTRIES. IN IRAQ, FOR EXAMPLE, HE THOUGHT INDIAN COMPANIES MIGHT SUBCONTRACT FOR EQUIPMENT AND LABOR TO US PRIME CONTRACTORS. REFLECTING THE INTEREST IN THE DIPLOMATIC COMMUNITY CAUSED BY THE BLUE CHIP USDOC ELECTRICAL ENERGY TRADE MISSION IN FEBRUARY, HE SUGGESTED US-INDIAN COOPERATION IN ELECTRICAL ENERGY SECTOR MIGHT PROVE PARTICULARLY FRUITFUL.

2. USINT OFFICERS SAID THAT MOST US THIRD-COUNTRY CONNECTIONS IN IRAQ HAD WORKED IN REVERSE TO WHAT HE WAS SUGGESTING, I.E., US COMPANIES WERE SUBCONTRACTORS FOR EQUIPMENT TO THIRD-COUNTRY PRIME CONTRACTORS. IN FACT, SEVERAL PARTICIPATING FIRMS IN THE ELECTRICAL ENERGY TRADE MISSION HAD DISCUSSED SUCH POSSIBILITIES WITH TWO INDIAN FIRMS LOCATED IN BAGHDAD BUT TO USINT'S KNOWLEDGE NO USLIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 BAGHDA 00752 081254Z

INDIAN COOPERATION ARRANGEMENTS IN REGARD TO PROSPECTS IN IRAQ HAD SO FAR EMERGED. INDIAN DCM AND USINT OFFICERS AGREED TO KEEP THE "INDIAN CONNECTION" IN MIND WHEN ADVISING FIRMS AND THE USINT COMMERCIAL OFFICE HAS SINCE REFERRED ONE US FIRM WANTING TO CONTRACT FOR LABOR TO THE INDIAN EMBASSY.

3. COMMENT: THE OBVIOUS INDIAN INTEREST IS TO OFFSET

OIL IMPORTS FROM IRAQ, WHICH AMOUNTED TO OVER 100 MILLION DOLLARS IN 1977, ACCORDING TO INFORMATION OBTAINED FROM ANOTHER INDIAN EMBASSY OFFICER. IRAQI STATISTICS INDICATE THAT INDIAN EXPORTS TO IRAQ, ON THE OTHER HAND, HAVE TOTALLED LESS THAN HALF OF THAT FIGURE IN RECENT YEARS, AMOUNTING TO AROUND 40-50 MILLION DOLLARS IN BOTH 1975 AND 76. USINT BELIEVES "INDIAN CONNECTION" MAY HAVE SOME BUT LIMITED VALUE FOR US FIRMS IN THE IRAQI MARKET.

4. USINT WOULD APPRECIATE A COPY OF PROVISIONS OF US-INDIAN AGREEMENT RELEVANT TO COMMERCIAL COOPERATION IN THIRD COUNTRIES.
MACK

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X Capture Date: 01 jan 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: ECONOMIC COOPERATION, FOREIGN MARKETS

Control Number: n/a Copy: SINGLE Draft Date: 08 apr 1978 Decaption Date: 01 jan 1960 Decaption Note: Disposition Action: RELEASED Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW

Disposition Date: 20 Mar 2014 Disposition Event: Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978BAGHDA00752
Document Source: CORE

Document Unique ID: 00 Drafter: n/a

Enclosure: n/a Executive Order: N/A Errors: N/A

Expiration: Film Number: D780153-0418

Format: TEL

From: BAGHDAD Handling Restrictions: n/a

Image Path: ISecure: 1

Legacy Key: link1978/newtext/t19780478/aaaacoii.tel

Line Count: 76 Litigation Code IDs: Litigation Codes:

Litigation History: Locator: TEXT ON-LINE, ON MICROFILM Message ID: 25b6aab3-c288-dd11-92da-001cc4696bcc

Office: ACTION NEA

Original Classification: LIMITED OFFICIAL USE Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 2
Previous Channel Indicators: n/a

Previous Classification: LIMITED OFFICIAL USE Previous Handling Restrictions: n/a

Reference: n/a Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags:

Review Date: 05 may 2005 Review Event: Review Exemptions: n/a

Review Media Identifier: Review Release Date: N/A Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

SAS ID: 3031483 Secure: OPEN Status: NATIVE

Subject: THE \"INDIAN CONNECTION\"

TAGS: ETRD, BEXP, IN, IZ, US

To: STATE Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/25b6aab3-c288-dd11-92da-001cc4696bcc

Review Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014

Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014